

Ahli Bank Q.P.S.C.

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

**FOR THE SIX MONTH PERIOD ENDED
30 JUNE 2022**

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INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF AHLI BANK Q.P.S.C.

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Ahli Bank Q.P.S.C. (the "Bank") and its subsidiaries (the "Group") as at 30 June 2022, comprising of the interim consolidated statement of financial position as at 30 June 2022 and the related interim consolidated statements of income and comprehensive income for the three month and six month periods then ended and the related interim consolidated statements of changes in equity and cash flows for the six month period then ended, and the related explanatory notes.

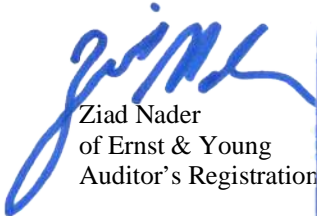
The Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with IAS 34 Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.



Ziad Nader
of Ernst & Young
Auditor's Registration No. 258

Date: 25 July 2022
Doha - Qatar



Ahli Bank Q.P.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2022

		30 June 2022 QR'000 (Reviewed)	30 June 2021 QR'000 (Reviewed)	31 December 2021 QR'000 (Audited)
ASSETS				
Cash and balances with central bank		2,782,733	2,450,658	2,443,372
Due from banks		3,136,224	2,045,751	3,000,793
Loans and advances to customers	7	34,343,852	35,080,069	33,569,570
Investment securities	8	8,436,080	7,786,072	8,613,458
Property and equipment		238,144	243,786	235,178
Other assets		267,266	192,936	230,149
TOTAL ASSETS		49,204,299	47,799,272	48,092,520
LIABILITIES				
Due to banks and central bank		6,919,339	4,277,358	3,248,848
Customer deposits		26,749,503	28,312,309	27,924,919
Debt securities		5,477,024	5,490,945	7,315,373
Other borrowings		1,639,563	1,602,720	1,092,837
Other liabilities		845,318	796,472	825,929
TOTAL LIABILITIES		41,630,747	40,479,804	40,407,906
EQUITY				
Share capital	4	2,551,146	2,429,663	2,429,663
Legal reserve		1,863,200	1,791,853	1,863,200
Risk reserve		753,108	753,108	753,108
Fair value reserve	5	(46,946)	8,803	8,587
Retained earnings		1,361,044	1,244,041	1,538,056
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK		6,481,552	6,227,468	6,592,614
Instruments eligible for additional capital	6	1,092,000	1,092,000	1,092,000
TOTAL EQUITY		7,573,552	7,319,468	7,684,614
TOTAL LIABILITIES AND EQUITY		49,204,299	47,799,272	48,092,520

These interim condensed consolidated financial statements were approved by the Board of Directors on 25 July 2022 and were signed on its behalf by:



Sh. Faisal Bin Abdul-Aziz Bin Jassem Al Thani
Chairman



Hassan Ahmed Alefrangi
Chief Executive Officer

ERNST & YOUNG
Doha - Qatar

25 JUL 2022

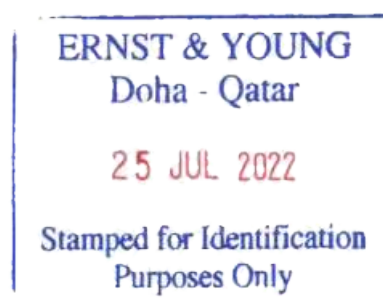
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Purposes Only

The attached notes 1 to 15 form an integral part of these interim condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the six month period ended 30 June 2022

	<i>Three months ended</i>		<i>Six months ended</i>	
	<i>30 June</i>		<i>30 June</i>	
	<i>2022</i>	<i>2021</i>	<i>2022</i>	<i>2021</i>
	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>
	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>
Interest income	440,977	450,811	840,544	873,337
Interest expense	(155,350)	(153,690)	(308,818)	(319,248)
NET INTEREST INCOME	285,627	297,121	531,726	554,089
Fee and commission income	44,734	48,468	88,014	93,476
Fee and commission expense	(1,395)	(1,674)	(1,971)	(3,418)
NET FEE AND COMMISSION INCOME	43,339	46,794	86,043	90,058
Foreign exchange gain	16,418	13,164	31,727	23,928
Gain / (loss) on investment securities	(12,847)	8,557	8,195	17,474
Other operating income	918	1,073	1,996	1,979
	4,489	22,794	41,918	43,381
TOTAL OPERATING INCOME	333,455	366,709	659,687	687,528
Staff costs	(43,711)	(54,888)	(87,801)	(97,499)
Depreciation	(7,958)	(7,529)	(15,572)	(15,184)
Net reversal / (impairment) on investment securities	45	(850)	488	(3,053)
Net impairment loss on loans and advances to customers	(111,298)	(153,196)	(159,316)	(202,690)
Net (impairment) / reversal on other financial assets	(905)	2,891	(3,008)	1,878
Other expenses	(30,320)	(31,277)	(63,718)	(62,553)
	(194,147)	(244,849)	(328,927)	(379,101)
PROFIT FOR THE PERIOD	139,308	121,860	330,760	308,427
Earnings per share (QR) (Note 9)	0.055	0.048	0.121	0.121



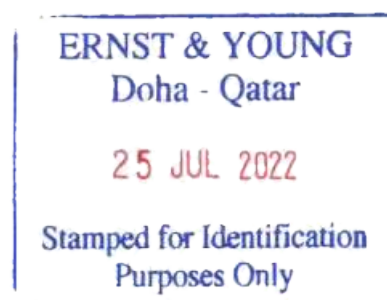
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Ahli Bank Q.P.S.C.

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six month period ended 30 June 2022

	<i>Three months ended</i>		<i>Six months ended</i>	
	<i>30 June</i>		<i>30 June</i>	
	<i>2022</i>	<i>2021</i>	<i>2022</i>	<i>2021</i>
	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>	<i>QR'000</i>
	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>
Profit for the period	139,308	121,860	330,760	308,427
Other comprehensive (loss) / income for the period				
Items that will be reclassified subsequently to income statement				
Net change in fair value of debt instruments classified as FVOCI	(32,158)	4,936	(55,533)	8,423
Other comprehensive (loss) / income for the period	(32,158)	4,936	(55,533)	8,423
Total comprehensive income for the period	107,150	126,796	275,227	316,850



The attached notes 1 to 15 form an integral part of these interim condensed consolidated financial statements.

Ahli Bank Q.P.S.C.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six month period ended 30 June 2022



	Share capital QR'000	Legal reserve QR'000	Risk reserve QR'000	Fair value reserve QR'000	Retained earnings QR'000	Total equity attributable to equity holders of the Bank QR'000	Instruments eligible for additional capital QR'000	Total equity QR'000
Balance at 1 January 2021 (<i>Audited</i>)	2,429,663	1,791,853	753,108	380	1,300,063	6,275,067	-	6,275,067
Total comprehensive income for the period:								
Profit for the period	-	-	-	-	308,427	308,427	-	308,427
Other comprehensive income	-	-	-	8,423	-	8,423	-	8,423
Total comprehensive income for the period	-	-	-	8,423	308,427	316,850	-	316,850
<u>Contributions by and distributions to equity holders:</u>								
Dividends paid (Note 4b)	-	-	-	-	(364,449)	(364,449)	-	(364,449)
Total contributions and distributions to equity holders	-	-	-	-	(364,449)	(364,449)	-	(364,449)
Issuance of Tier 1 capital instruments (Note 6)	-	-	-	-	-	-	1,092,000	1,092,000
Balance at 30 June 2021 (<i>Reviewed</i>)	<u>2,429,663</u>	<u>1,791,853</u>	<u>753,108</u>	<u>8,803</u>	<u>1,244,041</u>	<u>6,227,468</u>	<u>1,092,000</u>	<u>7,319,468</u>
Balance at 1 January 2022 (<i>Audited</i>)	2,429,663	1,863,200	753,108	8,587	1,538,056	6,592,614	1,092,000	7,684,614
Total comprehensive income for the period:								
Profit for the period	-	-	-	-	330,760	330,760	-	330,760
Other comprehensive income	-	-	-	(55,533)	-	(55,533)	-	(55,533)
Total comprehensive income for the period	-	-	-	(55,533)	330,760	275,227	-	275,227
<u>Contributions by and distributions to equity holders:</u>								
Bonus shares issues (Note 4a)	121,483	-	-	-	(121,483)	-	-	-
Dividends paid (Note 4b)	-	-	-	-	(364,449)	(364,449)	-	(364,449)
Total contributions and distributions to equity holders	<u>121,483</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(485,932)</u>	<u>(364,449)</u>	<u>-</u>	<u>(364,449)</u>
Dividends paid on Tier 1 capital instruments	-	-	-	-	(21,840)	(21,840)	-	(21,840)
Balance at 30 June 2022 (<i>Reviewed</i>)	<u>2,551,146</u>	<u>1,863,200</u>	<u>753,108</u>	<u>(46,946)</u>	<u>1,361,044</u>	<u>6,481,552</u>	<u>1,092,000</u>	<u>7,573,552</u>

The attached notes 1 to 15 form an integral part of these interim condensed consolidated financial statements.

Ahli Bank Q.P.S.C.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the six month period ended 30 June 2022

	Notes	Six months ended 30 June	
		2022 QR'000 (Reviewed)	2021 QR'000 (Reviewed)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for the period		330,760	308,427
<i>Adjustments for:</i>			
Net impairment loss on loans and advances to customers		159,316	202,690
Net (reversal) / impairment on investment securities		(488)	3,053
Net impairment / (reversal) on other financial assets		3,008	(1,878)
Depreciation		15,572	15,184
Net (gain) on investment securities		(2,331)	(12,408)
<i>Profit before changes in operating assets and liabilities</i>		505,837	515,068
Change in due from central bank		61,708	(87,365)
Change in due from banks		-	(273,000)
Change in loans and advances to customers		(933,598)	(1,771,244)
Change in other assets		(37,117)	142,423
Change in due to banks and central bank		3,670,491	(343,498)
Change in customer deposits		(1,175,416)	1,371,747
Change in other liabilities		16,991	1,882
Net cash flows from / (used in) operating activities		2,108,896	(443,987)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of investment securities		(713,072)	(794,294)
Proceeds from sale or maturity of investment securities		837,736	103,005
Net acquisition of property and equipment		(18,538)	(7,185)
Net cash flows from / (used in) investing activities		106,126	(698,474)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of other borrowings and debt securities		(1,837,624)	(1,830,525)
Proceeds from other borrowings		546,000	-
Issuance of additional tier 1 capital instruments	6	-	1,092,000
Dividends paid	4 (b)	(364,449)	(364,449)
Dividends paid on Tier 1 capital instruments		(21,840)	-
Net cash used in financing activities		(1,677,913)	(1,102,974)
NET INCREASE / DECREASE IN CASH AND CASH EQUIVALENTS		537,109	(2,245,435)
Cash and cash equivalents at 1 January		4,185,176	5,168,150
CASH AND CASH EQUIVALENTS AT 30 JUNE		4,722,285	2,922,715
<i>Cash and cash equivalents comprise:</i>			
Cash and balances with Central Bank (i)		1,586,061	1,149,643
Due from banks with original maturity less than three months		3,136,224	1,773,072
Total		4,722,285	2,922,715



(i) Excludes the mandatory cash reserve requirement by Qatar Central Bank.

The attached notes 1 to 15 form an integral part of these interim condensed consolidated financial statements.

1 LEGAL STATUS AND PRINCIPAL ACTIVITIES

Ahli Bank Q.P.S.C. (“the Bank”) was incorporated in the State of Qatar in 1983 as a public shareholding company under the Emiri Decree No. 40 of 1983. The Bank is engaged in commercial and retail banking services and operates through its registered Head Office located at Suhaim Bin Hamad Street, Al Sadd Area in Doha (P.O. Box 2309, Doha, State of Qatar) and fourteen branches established in the State of Qatar.

The principal subsidiaries of the Bank are as follows:

Company’s Name	Country of incorporation	Company’s capital	Company’s activities	Percentage of ownership 30 June 2022	Percentage of ownership 31 December 2021
Ahli Brokerage Company L.L.C.	Qatar	QAR 50 million	Brokerage	100	100
ABQ Finance Limited	Cayman Islands	US \$ 1	Debt Issuance	100	100

The Bank and its subsidiaries are together referred to as “the Group”, throughout these interim condensed consolidated financial statements.

The interim condensed consolidated financial statements of Ahli Bank Q.P.S.C. for the six month period ended 30 June 2022 were authorised for issue in accordance with a resolution of the Board of Directors on 25 July 2022.

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES**Basis of preparation**

The interim condensed consolidated financial statements of the Group are prepared in accordance with International Accounting Standard (“IAS”) 34, *Interim Financial Reporting* and have been presented in Qatari Riyals thousands (QR’000) unless otherwise mentioned, which is the Group’s functional and presentation currency.

The preparation of this interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by the management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2021. All material intra-group balances, transactions, income and expenses and profits and losses resulting from intra-group transactions are eliminated on consolidation.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the annual consolidated financial statements of the Group for the year ended 31 December 2021. In addition, results for the six month period ended 30 June 2022 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022.

Significant accounting policies

The accounting policies used in the preparation of these interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2021, except for the adoption of new standards effective as of 1 January 2022.

The following amendments to the existing standards have been applied by the Group in preparation of these interim condensed consolidated financial statements. The adoption of the below amendments to existing standards did not result in changes to previously reported net profit or equity of the Group, but they may result in additional disclosures at year end.

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**Significant accounting policies (continued)**

<i>Description</i>	<i>Effective from</i>
Annual Improvements to IFRS Standards 2018 – 2020	1 January 2022
Property, Plant and Equipment: Proceeds before Intended Use (Amendments to IAS 16)	1 January 2022
Reference to the Conceptual Framework (Amendments to IFRS 3)	1 January 2022

These amendments had no impact on the interim condensed consolidated financial statements of the Group.

Standards, amendments and interpretations issued but not yet effective

The standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Group's consolidated financial statements are disclosed below. The Group intends to adopt these standard, if applicable, when they become effective.

Classification of Liabilities as Current or Non-current (Amendments to IAS 1)	1 January 2023
IFRS 17 Insurance Contracts and amendments to IFRS 17 Insurance Contracts	1 January 2023
Definition of Accounting Estimate (Amendments to IAS 8)	1 January 2023
Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2)	1 January 2023

The Group is currently evaluating the impact of these new standards. The Group has not early adopted any other standards, interpretations or amendments that have been issued but are not yet effective.

3 FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements as at and for the year ended 31 December 2021.

	<i>30 June 2022</i>				<i>30 June</i>
	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>	<i>2021</i>
	<i>QR' 000</i>	<i>QR' 000</i>	<i>QR' 000</i>	<i>QR' 000</i>	<i>QR' 000</i>
Exposure subject to ECL					
- Loans and advances to customers	29,634,324	5,388,388	911,647	35,934,359	36,372,000
- Investment securities (Debt)	8,203,094	-	-	8,203,094	7,563,421
- Loan commitments and financial guarantees	3,178,197	135,083	-	3,313,280	2,848,271
- Due from banks	2,848,573	288,782	-	3,137,355	2,046,299
Opening balance - at 1 January					
- Loans and advances to customers	211,834	393,592	782,473	1,387,899	1,107,719
- Impairment losses on investment securities (Debt)	12,039	-	-	12,039	13,529
- Loan commitments and financial Guarantees	8,003	849	-	8,852	13,796
- Impairment losses on due from banks	182	307	-	489	1,101
	232,058	394,748	782,473	1,409,279	1,136,145
Charge for the period (net)					
- Loans and advances to customers	2,831	221,964	(22,187)	202,608	184,212
- Investment securities (Debt)	(488)	-	-	(488)	3,053
- Loan commitments and financial Guarantees	1,419	947	-	2,366	(1,325)
- Due from banks	190	452	-	642	(553)
	3,952	223,363	(22,187)	205,128	185,387
Closing balance - at 30 June					
- Loans and advances to customers	214,665	615,556	760,286	1,590,507	1,291,931
- Impairment losses on investment securities (Debt)	11,551	-	-	11,551	16,582
- Loan commitments and financial Guarantees	9,422	1,796	-	11,218	12,471
- Impairment losses on due from banks	372	759	-	1,131	548
	236,010	618,111	760,286	1,614,407	1,321,532

Credit quality assessments

<i>Rating grade</i>	<i>30 June 2022</i>			
	<i>Loans and advances to customers</i>	<i>Investment securities (Debt)</i>	<i>Loan commitments and financial guarantees</i>	<i>Due from banks</i>
	<i>QR' 000</i>	<i>QR' 000</i>	<i>QR' 000</i>	<i>QR' 000</i>
AAA to AA-	992,685	6,639,417	379,304	30,638
A+ to A-	1,314,297	536,404	252,237	2,230,095
BBB to BBB-	26,905,343	901,265	2,264,087	734,445
BB+ to B-	5,627,439	126,008	417,652	142,177
CCC to C	182,948	-	-	-
Total	35,022,712	8,203,094	3,313,280	3,137,355

3 FINANCIAL RISK MANAGEMENT (CONTINUED)**Credit quality assessments (continued)**

Rating grade	30 June 2021			
	Loans and advances to customers QR' 000	Investment securities (Debt) QR' 000	Loan commitments and financial guarantees QR' 000	Due from banks QR' 000
AAA to AA-	3,342,015	6,349,643	407,102	302,034
A+ to A-	2,495,311	345,080	159,477	1,617,034
BBB to BBB-	24,512,339	267,222	1,944,771	86,347
BB+ to B-	5,117,596	601,476	336,921	40,884
CCC to C	86,028	-	-	-
Total	<u>35,553,289</u>	<u>7,563,421</u>	<u>2,848,271</u>	<u>2,046,299</u>

4 SHARE CAPITAL AND DIVIDENDS PAID**4 a) Share capital**

	30 June 2022 QR'000 (Reviewed)	30 June 2021 QR'000 (Reviewed)	31 December 2021 QR'000 (Audited)
Authorised			
Ordinary shares of QR 1 each	<u>2,551,146</u>	<u>2,429,663</u>	<u>2,429,663</u>

Qatar Investment Authority holds 47.71% of the ordinary shares of the Bank with the remaining shares held by members of the public and institutions (52.29%).

Bonus issues

On 27 February 2022, the Bank issued bonus shares (121,483,151 ordinary shares) at the rate of one share for every twenty shares held by the ordinary shareholders upon obtaining approval from the shareholders in the Annual General Meeting held on 27 February 2022. No bonus shares were issued in 2021.

4 b) Dividends Paid

During the period, the Bank paid a cash dividend of QR 0.15 per share totaling to QR 364,449 thousand (2021: QR 0.15 per share totaling to QR 364,449 thousand).

5 FAIR VALUE RESERVE

	30 June 2022 QR'000 (Reviewed)	30 June 2021 QR'000 (Reviewed)	31 December 2021 QR'000 (Audited)
At the beginning of the period / year	8,587	380	380
Realised during the period / year	-	-	(125)
Fair value (loss) / gain during the period / year	<u>(55,533)</u>	<u>8,423</u>	<u>8,332</u>
At the end of the period / year	<u>(46,946)</u>	<u>8,803</u>	<u>8,587</u>

6 INSTRUMENTS ELIGIBLE FOR ADDITIONAL CAPITAL

	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>30 June 2021 QR'000 (Reviewed)</i>	<i>31 December 2021 QR'000 (Audited)</i>
Issued on 17 February 2021	<u>1,092,000</u>	<u>1,092,000</u>	<u>1,092,000</u>

The Group had issued regulatory Tier I capital notes totalling to QAR 1.092 billion during 2021. These notes are perpetual, subordinated, unsecured and have been priced at a fixed rate for the first five years and shall be re-priced thereafter. The notes carry no maturity date and have been classified as additional Tier 1 capital. The dividend is discretionary and is non-cumulative.

7 LOANS AND ADVANCES TO CUSTOMERS

Loans and advances to customers comprise:

	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>30 June 2021 QR'000 (Reviewed)</i>	<i>31 December 2021 QR'000 (Audited)</i>
Gross loans and advances to customers	35,745,563	36,196,797	34,729,681
Impairment of loans and advances to customers	<u>(1,590,507)</u>	<u>(1,291,931)</u>	<u>(1,387,899)</u>
Interest receivable	<u>34,155,056</u> 188,796	<u>34,904,866</u> 175,203	<u>33,341,782</u> 227,788
Net loans and advances to customers	<u>34,343,852</u>	<u>35,080,069</u>	<u>33,569,570</u>

The total non-performing loans and advances to customers at 30 June 2022 amounted to QR 911.65 million, representing 2.55% of the total loans and advances (31 December 2021: QR 1,298.26 million representing 3.74% of the total loans and advances to customers).

Interest in suspense of QR 191.28 million as of 30 June 2022 (31 December 2021: QR 172.23 million) is, for the purpose of the Qatar Central Bank regulatory requirements included in the above impairment allowance amount.

8 INVESTMENT SECURITIES

	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>30 June 2021 QR'000 (Reviewed)</i>	<i>31 December 2021 QR'000 (Audited)</i>
Investment securities measured at FVOCI	1,105,168	1,032,192	1,161,073
Investment securities measured at FVTPL	233,135	227,831	246,336
Investment securities measured at amortised cost	<u>7,034,192</u>	<u>6,467,397</u>	<u>7,136,575</u>
Gross investments securities	8,372,495	7,727,420	8,543,984
Less: impairment losses on investment securities	<u>(11,551)</u>	<u>(16,582)</u>	<u>(12,039)</u>
Interest receivable on investment securities (debt instruments)	<u>8,360,944</u> 75,136	<u>7,710,838</u> 75,234	<u>8,531,945</u> 81,513
	<u>8,436,080</u>	<u>7,786,072</u>	<u>8,613,458</u>

9 EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the profit for the period by the weighted average number of shares in issue during the period.

	<i>Three months ended</i>		<i>Six months ended</i>	
	<i>30 June</i>		<i>30 June</i>	
	<i>2022</i>	<i>2021</i>	<i>2022</i>	<i>2021</i>
	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>
Profit for the period – QR'000	139,308	121,860	330,760	308,427
Less: Dividend paid for Tier 1 capital instruments	-	-	(21,840)	-
	139,308	121,860	308,920	308,427
Weighted average number of shares	<u>2,551,146,170</u>	<u>2,551,146,170</u>	<u>2,551,146,170</u>	<u>2,551,146,170</u>
Earnings per share (QR)	<u>0.055</u>	<u>0.048</u>	<u>0.121</u>	<u>0.121</u>

The weighted average number of shares (2021 adjusted) have been calculated as follows:

	<i>Three months ended</i>		<i>Six months ended</i>	
	<i>30 June</i>		<i>30 June</i>	
	<i>2022</i>	<i>2021</i>	<i>2022</i>	<i>2021</i>
	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>	<i>(Reviewed)</i>
				<i>Restated</i>
Qualifying shares at the beginning of the period	2,429,663,013	2,429,663,013	2,429,663,013	2,429,663,013
Bonus shares issued during the period	<u>121,483,151</u>	<u>121,483,151</u>	<u>121,483,151</u>	<u>121,483,151</u>
Qualifying weighted average shares at the end of the period	<u>2,551,146,170</u>	<u>2,551,146,170</u>	<u>2,551,146,170</u>	<u>2,551,146,170</u>

There were no potentially dilutive shares outstanding at any time during the period, therefore, the diluted earnings per share is equal to the basic earnings per share.

10 FINANCIAL INSTRUMENTS - CARRYING AMOUNT, FAIR VALUES AND FAIR VALUE HIERARCHY

The Group measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

Level 1: Quoted market price (unadjusted) in an active market for an identical instrument.

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly; and

Level 3: Techniques which use inputs which have a significant effect on the recorded fair value that are based on unobservable market data.

10 FINANCIAL INSTRUMENTS - CARRYING AMOUNT, FAIR VALUES AND FAIR VALUE HIERARCHY**10 a) Financial instruments measured at fair value – Fair value hierarchy**

The table below analyses financial instruments measured at fair value at the end of the reporting period, by the level in the fair value hierarchy into which the fair value measurement is categorised:

	<i>Level 1</i> <i>QR'000</i>	<i>Level 2</i> <i>QR'000</i>	<i>Level 3</i> <i>QR'000</i>	<i>Total</i> <i>QR'000</i>
<i>30 June 2022 (Reviewed)</i>				
Derivative assets held for risk management	-	946	-	946
Investment securities	<u>1,261,902</u>	<u>76,401</u>	-	<u>1,338,303</u>
	<u>1,261,902</u>	<u>77,347</u>	-	<u>1,339,249</u>
Derivative liabilities held for risk management	-	<u>12,055</u>	-	<u>12,055</u>
	<i>Level 1</i> <i>QR'000</i>	<i>Level 2</i> <i>QR'000</i>	<i>Level 3</i> <i>QR'000</i>	<i>Total</i> <i>QR'000</i>
<i>30 June 2021 (Reviewed)</i>				
Derivative assets held for risk management	-	2,488	-	2,488
Investment securities	<u>1,178,713</u>	<u>81,310</u>	-	<u>1,260,023</u>
	<u>1,178,713</u>	<u>83,798</u>	-	<u>1,262,511</u>
Derivative liabilities held for risk management	-	<u>33,605</u>	-	<u>33,605</u>
<i>31 December 2021 (Audited)</i>				
Derivative assets held for risk management	-	1,610	-	1,610
Investment securities	<u>1,326,089</u>	<u>81,320</u>	-	<u>1,407,409</u>
	<u>1,326,089</u>	<u>82,930</u>	-	<u>1,407,019</u>
Derivative liabilities held for risk management	-	<u>48,902</u>	-	<u>48,902</u>

During the periods ended 30 June 2022 and 30 June 2021 and year ended 31 December 2021, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements.

Financial instruments not measured at fair value

Fair value of investment securities measured at amortised cost amounting to QR 6,949,635 thousand as at 30 June 2022 (31 December 2021: QR 7,257,694 thousand), which is derived using level 1 fair value hierarchy.

11 CONTINGENT LIABILITIES, GUARANTEES AND OTHER COMMITMENTS

	<i>30 June</i> <i>2022</i> <i>QR'000</i> <i>(Reviewed)</i>	<i>30 June</i> <i>2021</i> <i>QR'000</i> <i>(Reviewed)</i>	<i>31 December</i> <i>2021</i> <i>QR'000</i> <i>(Audited)</i>
<i>Contingent liabilities:</i>			
Unused credit facilities (cancellable and non-cancellable)	12,158,125	9,715,979	12,237,779
Guarantees	8,406,442	9,377,456	8,903,731
Letters of credit	<u>597,865</u>	<u>760,272</u>	<u>689,597</u>
	<u>21,162,432</u>	<u>19,853,707</u>	<u>21,831,107</u>
<i>Other Commitments:</i>			
Forward foreign exchange contracts	<u>2,207,007</u>	<u>3,227,708</u>	<u>1,878,506</u>

11 CONTINGENT LIABILITIES, GUARANTEES AND OTHER COMMITMENTS (CONTINUED)**Unused credit facilities**

Commitments to extend credit represent contractual commitments to fund loans and revolving credits. Commitments generally have fixed expiry dates or other termination clauses. Since commitments may expire without being drawn upon, the total contract amounts do not necessarily represent future cash requirements.

Guarantees and letters of credit

Letters of credit and guarantees commit the Group to make payments on behalf of customers contingent upon their failure to perform under the terms of contracts with third parties. Guarantees and standby letters of credit carry the same risk as loans. Credit guarantees can be in the form of irrevocable letters of credits, advance payment guarantees and endorsements liabilities from bills rediscounted.

12 SEGMENT INFORMATION

For management reporting purposes, the Group is organised into two major operating segments:

Retail banking, private banking and wealth management	Principally handling individual customers' deposit and current accounts, providing consumer loans, residential mortgages, overdrafts, credit cards and fund transfer facilities. Private banking and wealth management represents servicing high net worth individuals through a range of investment products, funds, credit facilities, trusts and alternative investments.
Corporate banking, treasury, investments and brokerage subsidiary	Principally handling loans and other credit facilities, and deposit and current accounts for corporate and institutional customers and providing money market, trading and treasury services, as well as management of the Group's funding. This includes the brokerage activities of the wholly owned subsidiary, Ahli Brokerage Company L.L.C.

Management monitors the operating results of the operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss.

Segment information for the period is as follows:

<i>30 June 2022 (Reviewed)</i>	<i>Retail & private banking and wealth management QR'000</i>	<i>Corporate banking, treasury, investments and brokerage subsidiary QR'000</i>	<i>Total QR'000</i>
Net interest income	99,268	432,458	531,726
Net fee and commission income	28,879	57,164	86,043
Foreign exchange gain	12,307	19,420	31,727
Gain from investment securities	-	8,195	8,195
Other operating income	-	1,996	1,996
Total segment operating income	<u>140,454</u>	<u>519,233</u>	<u>659,687</u>
Other material non-cash items:			
Net provisions	<u>407</u>	<u>(162,243)</u>	<u>(161,836)</u>
Reportable segment profit	<u>67,456</u>	<u>263,304</u>	<u>330,760</u>
Reportable segment assets	<u>7,550,731</u>	<u>41,653,568</u>	<u>49,204,299</u>
Reportable segment liabilities	<u>16,271,145</u>	<u>25,359,602</u>	<u>41,630,747</u>

12 SEGMENT INFORMATION (CONTINUED)

<i>30 June 2021 (Reviewed)</i>	<i>Retail & private banking and wealth management QR'000</i>	<i>Corporate banking, treasury, investments and brokerage subsidiary QR'000</i>	<i>Total QR'000</i>
Net interest income	113,640	440,449	554,089
Net fee and commission income	27,129	62,929	90,058
Foreign exchange gain	9,486	14,442	23,928
Gain from investment securities	-	17,474	17,474
Other operating income	-	1,979	1,979
Total segment operating income	150,255	537,273	687,528
Other material non-cash items:			
Net provisions	3,921	(207,786)	(203,865)
Reportable segment profit	84,440	223,987	308,427
Reportable segment assets	7,818,209	39,981,063	47,799,272
Reportable segment liabilities	14,467,861	26,011,943	40,479,804

13 RELATED PARTIES

The Group carries out various transactions with subsidiaries and members of the Board of Directors and the executive management or companies in which they have significant interest or any other parties of important influence in the Group's financial or operations decisions. The balances at the reporting date with these accounts were as follows:

	<u><i>30 June 2022 (Reviewed)</i></u>		<u><i>31 December 2021 (Audited)</i></u>	
	<i>Board of Directors QR' 000</i>	<i>Shareholders QR' 000</i>	<i>Board of Directors QR' 000</i>	<i>Shareholders QR' 000</i>
Assets:				
Loans and advances to customers	302,361	-	871,108	-
Liabilities:				
Customer deposits	2,754,614	1,527,107	2,255,617	1,522,083
Unfunded items:				
Letters of guarantee, letters of credit, commitments and indirect credit facilities	28,351	-	27,745	-
	<u><i>For the six month period ended 30 June 2022 (Reviewed)</i></u>		<u><i>For the six month period ended 30 June 2021 (Reviewed)</i></u>	
	<i>Board of Directors QR' 000</i>	<i>Shareholders QR' 000</i>	<i>Board of Directors QR' 000</i>	<i>Shareholders QR' 000</i>
Income statement items:				
Interest and fee and commission income	15,508	-	19,707	-
Interest and fee and commission expense	20,911	11,179	15,793	9,915
Board of Directors' remuneration	6,250	-	6,126	-

13 RELATED PARTIES (CONTINUED)**Transactions with key management personnel**

Key management personnel (other than Board of Directors) and their immediate relatives have transacted with the Group during the period / year as follows:

	<i>30 June 2022 QR' 000 (Reviewed)</i>	<i>31 December 2021 QR' 000 (Audited)</i>
Other loans	<u>2,635</u>	<u>5,446</u>

Key management personnel compensation comprised:

	<i>For the six month period ended</i>	
	<i>30 June 2022 QR' 000 (Reviewed)</i>	<i>30 June 2021 QR' 000 (Reviewed)</i>
Salaries and short-term employee benefits	19,846	18,451
Post employment benefits	<u>5,603</u>	<u>5,008</u>
	<u>25,449</u>	<u>23,459</u>

14 CAPITAL ADEQUACY RATIO

As per Qatar Central Bank regulations, the Group has calculated the below ratios in accordance with Basel III guidelines. The Group's minimum QCB regulatory limit, including the Capital Conservation Buffer (2.5%) and the applicable Domestic Systemically Important Bank ("DSIB") Buffer, is 12.5% for 2022.

The table below summarises the composition of prevailing regulatory capital and the ratios of the Group. The Group and the individual entities within it complied with the externally imposed capital requirements to which they are subject to:

	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>30 June 2021 QR'000 (Reviewed)</i>	<i>31 December 2021 QR'000 (Audited)</i>
Common Equity Tier 1 (CET) Capital	6,150,792	5,919,041	6,206,325
Additional Tier 1 Capital	1,092,000	1,092,000	1,092,000
Additional Tier 2 Capital	<u>453,182</u>	<u>426,510</u>	<u>442,166</u>
Total Eligible Capital	7,695,974	7,437,551	7,740,491
Risk Weighted Assets	<u>38,200,347</u>	<u>36,302,085</u>	<u>37,546,060</u>
	<u>20.15%</u>	<u>20.49%</u>	<u>20.62%</u>

15 IMPACT OF COVID-19 AND REVISION TO FORWARD LOOKING INFORMATION WITH RESPECT TO EXPECTED CREDIT LOSSES

The coronavirus (“COVID-19”) pandemic has spread across various geographies globally, causing disruption to business and economic activities. COVID-19 has brought about uncertainties in the global economic environment. The Central Banks and Sovereign Governments have announced monetary and fiscal measures to mitigate the possible adverse implications.

The Group is closely monitoring the situation and has activated its business continuity planning to manage the potential business disruption due to the outbreak of COVID-19. The impact of outbreak may have on its operations and financial performance is being continually assessed.

The Group uses econometric models for estimating forward looking ECL. The econometric models have been developed based on its financial assets relationship with various relevant economic variables. Accordingly, real GDP on an average was assumed to increase 4% during 2022 (31 December 2021: increase of 4%). The estimates of other relevant variables were also considered in line with the latest projections provided by leading economic agencies. Furthermore, the weightings assigned to each macro-economic scenario at the Group level as at 30 June 2022, were 60% to the Base Case 30% to Downside and 10% to the Upside Case. (30 June 2021: 60% to the Base Case 30% to Downside and 10% to the Upside Case) (31 December 2021: 60% to the Base Case, 30% to Downside and 10% to the Upside Case). In managements best assessment Risks are sufficiently covered at this point of time. The management will continuously monitor the ongoing situation and continue to provide conservatively for any downside risks.

The Group has considered the potential impacts of the current economic volatility in determining the reported amounts of the Group’s financial and non-financial assets as at 30 June 2022. However, market remains volatile and the recorded amounts remain sensitive to market fluctuations.